

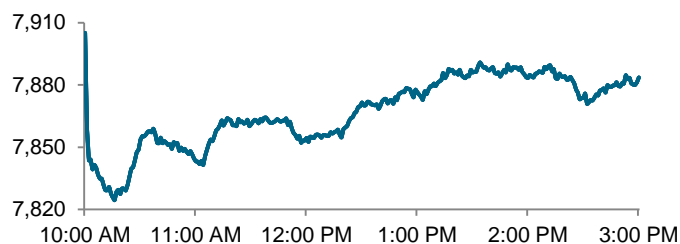
DAILY MARKETS OVERVIEW

6 DECEMBER 2018

السوق السعودي
Saudi Fransi Capital
Distinguished Service, Outstanding Performance



TASI Intraday



Source: Reuters

Saudi Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Saudi (TASI)	7,884	-0.3	2.3	9.1	17.0
Saudi (NOMU)	2,416	-0.2	1.6	-23.1	8.0
Energy	5,076	0.3	3.6	18.6	19.3
Materials	5,513	-0.2	3.1	9.1	17.1
Capital Goods	4,079	0.5	3.0	-6.0	23.0
Com. & Prof. Svc	4,444	-1.1	3.8	5.7	18.9
Transportation	3,580	-1.5	-0.2	-10.8	21.2
Cons. Durables & Apparel	3,705	-0.3	1.2	-10.5	NA
Consumer Services	3,080	-0.4	2.4	-16.4	NA
Media	11,185	0.1	1.1	44.6	NA
Retailing	6,984	-0.7	1.8	24.0	32.7
Food & Staples Retailing	6,133	2.3	5.7	9.3	24.6
Food & Beverages	3,970	-1.3	1.6	-18.9	NA
Health Care Equipment	3,737	-0.4	1.1	-15.9	19.6
Pharma, Biotech & Life Science	3,865	-1.0	-0.2	-2.7	27.0
Banks	7,081	-0.4	2.1	28.7	12.7
Diversified Financials	3,369	-0.5	0.8	-16.4	NA
Insurance	4,196	1.6	6.0	-11.2	NA
Telecommunication	5,079	0.8	2.2	19.4	16.5
Utilities	3,436	-0.3	4.1	-24.7	NA
REITs	3,622	-0.7	0.6	-21.8	NA
Real Estate	3,275	-0.4	0.3	-30.3	23.9

Sources: Bloomberg, Reuters, Tadawul

Top 5 Gainers

Company	Last Close	% Change	Value (SAR mn)
Wataniya Insurance Co.	25.90	8.6%	16.6
Buruj Cooperative Insurance Co.	26.35	5.8%	20.6
Jazan Development Co.	14.78	5.0%	10.9
Saudi Ceramic Co.	22.16	4.0%	53.5
Amana Cooperative Insurance Co.	21.00	3.8%	51.4

Source: Tadawul

Upcoming General Assembly Meetings

Company	Date
Leejam Sports Co.	9-Dec-18
Najran Cement Co.	10-Dec-18
Banque Saudi Fransi	11-Dec-18
Saudi Public Transport Co.	12-Dec-18
Saudi Enaya Cooperative Insurance Co.	12-Dec-18
National Agricultural Marketing Co.	16-Dec-18

Source: Tadawul

NOTES: (1) Prices as of last trade. Updated as of December 6, 2018
(2) WTD: Week to Date and YTD: Year to Date

Saudi Market Update

- TASI closed 0.3% lower at 7,884, while NOMU ended 0.2% lower at 2,416 on Wednesday. TASI traded value totaled SAR 2.8bn and averaged SAR 3.1bn over the last 30 days. The five most active stocks (by value) in TASI accounted for 31.3% of the daily traded value.
- Banks and Materials closed 0.4% and 0.2% lower, respectively. Telecom ended 0.8% higher. Food & Staples Retailing (up 2.3%) was the best performer. Among stocks, Wataniya Insurance Co. (8300/WATAN AB), Buruj Cooperative Insurance Co. (8270/BURUJ AB), and Jazan Development Co. (6090/GIZACO AB) led the gainers.
- The Saudi Arabian Monetary Authority (SAMA) revealed KSA bank loans granted to the public and private sectors had risen 2.0% to SAR 1.49tn (USD 397bn) by end-October, compared with SAR 1.47tn (USD 392bn) posted a year earlier. (Source: Argaam)
- The Saudi Public Transport Authority (PTA) revealed it had received applications from foreign firms to invest in the local land transport sector. The PTA and the Saudi Arabian General Investment Authority would award contracts to investors with a strong track record to enhance the quality of services. (Source: Argaam)
- The Ministry of Transport launched nine road projects worth over SAR 1.5bn (USD 399mn) in the Eastern region. The 550-kilometer road projects would include implementing new road projects as well as completing previous ones. (Source: Argaam)
- Saudi Electricity Co. (5110/SECO AB) plans to tender projects worth SAR 100bn (USD 26.7bn) over the next five years. The new investments cover the supply, transmission, and distribution sectors. (Source: Argaam)
- Etihad Etisalat Co. (7020/EEC AB) signed a 10-year credit facility worth around SAR 1.1bn (USD 293mn) with various export credit agencies (ECAs) to upgrade its network. (Source: Argaam)
- DuPont Water Solutions, part of the DuPont Safety and Construction business, opened a new reverse osmosis (RO) production line in KSA. The new production line is expected to be operational in early 2019. (Source: Argaam)

Top 5 Losers

Company	Last Close	% Change	Value (SAR mn)
United International Transportation Co.	26.85	-4.1%	10.7
Saudi Company for Hardware	99.00	-3.9%	22.3
Bonyan REIT	8.40	-3.5%	3.1
SWICORP WABEL REIT FUND	8.70	-3.2%	4.7
Savola Group	27.20	-2.7%	17.9

Most Active Stocks by Value (SAR mn)

Company	Last Close	% Change	Value (SAR mn)
Saudi Industrial Export Co.	98.90	0.8%	247
Alinma Bank	22.10	-0.4%	228
Saudi Basic Industries Corp.	121.20	0.0%	195
Al Rajhi Bank	87.40	-0.6%	122
Saudi Kayan Petrochemical Co.	14.12	-0.4%	88

Source: Tadawul

DAILY MARKETS OVERVIEW

6 DECEMBER 2018

السوق الفرنسي كابتال

Saudi Fransi Capital

Distinguished Service, Outstanding Performance



GCC Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Dubai (DFM)	2,632	-1.6	-1.4	-21.9	8.9
Abu Dhabi (ADX)	4,830	-1.4	1.3	9.8	13.1
Kuwait (KSE)	5,169	-0.1	-0.1	0.8	18.4
Qatar (QE)	10,590	-0.1	2.2	24.2	15.7
Oman (MSM)	4,552	0.4	3.2	-10.7	10.7
Bahrain (BSE)	1,322	-0.3	-0.5	-0.7	8.9
DJMENA Index	564	0.0	1.8	7.0	NA

Source: Bloomberg, Reuters

Global Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
US (S&P 500)	2,700	0.0	-2.2	1.0	NA
US (NASDAQ 100)	7,158	0.0	-2.3	3.7	20.7
UK (FTSE 100)	6,922	-1.4	-0.8	-10.0	15.7
Germany (DAX)	11,200	-1.2	-0.5	-13.3	12.3
France (CAC 40)	4,944	-1.4	-1.2	-6.9	15.3
Russia (MICEX)	2,446	0.1	2.2	15.9	NA
Japan (Nikkei)	21,919	-0.5	-1.9	-3.7	15.2
Hong Kong (HSI)	26,820	-1.6	1.2	-10.4	10.2
South Korea (KOSPI)	2,101	-0.6	0.2	-14.8	10.0
China (SHCOMP)	2,650	-0.6	2.4	-19.9	12.3
India (NIFTY)	10,783	-0.8	-0.9	2.4	22.1
Brazil (IBOV)	89,040	0.5	-0.5	16.5	NA
Turkey (BIST 100)	93,970	0.1	-1.5	-18.5	6.8
Egypt (EGX30)	12,587	-0.3	-5.5	-16.2	11.6
MSCI Emerging Markets	1,002	-1.2	0.7	-13.5	11.9
MSCI World	2,009	-0.4	-1.6	-4.5	16.9

Source: Bloomberg, Reuters

Commodities Prices

Index	Last Close	1 Day %	WTD %	YTD %	1 Year %
Brent Crude (\$/bbl)	61.6	-0.8	4.9	-7.9	-1.4
Natural Gas (\$/mmbtu)	4.5	0.3	-3.1	59.2	40.7
Gold (\$/oz)	1,237	-0.1	1.2	-5.3	-3.0
Silver (\$/oz)	14.5	-0.2	2.2	-15.0	-11.2
Platinum (\$/oz)	800	-0.5	0.2	-14.0	-13.6
Copper (\$/t)	6,175	-0.6	-0.8	-14.3	-9.2
Zinc (\$/t)	2,743	1.2	3.3	-17.8	-14.0
Lead (\$/mt)	1,976	0.1	1.0	-20.8	-22.6
Wheat (\$/bu)	518	-0.9	0.4	11.2	2.3
Corn (\$/bu)	384	-0.1	1.7	0.1	-2.6
Sugar (\$/lb)	12.7	-0.2	-0.9	-16.4	-18.6

Source: Bloomberg

Interest Rate Watch (3M Interbank Offer Rate, %)

Country	Last Close	1 Day Change	YTD Change	Spread*
US	2.74	0.00	1.04	0.00
Saudi Arabia	2.85	0.01	0.96	0.11
UAE	2.88	0.07	1.08	0.14
Kuwait	2.13	0.00	0.25	-0.61
Qatar	2.80	0.00	0.15	0.06
Bahrain	3.75	0.00	1.03	1.01

Source: Reuters

NOTES: (1) Prices updated as of December 6, 2018 (2) WTD: Week to Date; YTD: Year to Date; NA: Not Applicable, *Spread = US 3M Rate – Country 3M Rate

GCC & Global Markets Update

- US markets were closed for trading on Wednesday. In Europe, UK declined 1.4%, while Germany and France ended 1.2% and 1.4% lower, respectively.
- Asian markets are trading in the red on Thursday. China is trading 1.3% lower. Japan and South Korea are trading 2.4% and 1.5% lower, respectively. Hong Kong and India are down 2.6% and 1.1% lower, respectively, in the morning session.
- GCC markets ended mixed on Wednesday. Dubai and Abu Dhabi closed 1.6% and 1.4% lower, respectively. Both Kuwait and Qatar closed 0.1% lower. Oman gained 0.4%, while Bahrain ended 0.3% lower.
- According to an S&P Global Platts report, oil production from the OPEC rose by 40,000 barrels per day to 33.1mn barrels in November from a month earlier. KSA increased its production by 350,000 bpd and output from the UAE climbed by 130,000 bpd, keeping OPEC's collective output from falling. (Source: MarketWatch)
- According to the UAE's Central Bank, the country recorded real growth of 3.1% Y/Y in 3Q18, driven by both the oil and non-oil sectors. The real oil GDP increased 2.7% Y/Y in 3Q18, and the non-oil real GDP remained robust at 3.3% Y/Y during the same quarter this year. (Source: Zawya)
- The UAE's Minister of Economy stated the economy would grow between 2.5% and 3.0% in 2018, before rising to more than 3.0% in 2019. (Source: Zawya)
- The Abu Dhabi government approved a series of development projects valued at over AED 3.9bn (USD 1.1bn) in the Al Dhafra region of the Emirate in a bid to improve local housing, education, and health services and provide work opportunities for the region's residents. (Source: Zawya)
- According to the International Air Transport Association (IATA), Middle East-based airlines witnessed a rise in freight volumes by 5.0% Y/Y in October, and regional capacity improved 8.8% Y/Y over this period. (Source: Arabian Business)
- Dubai's Roads and Transport Authority (RTA) revealed it is working on a series of projects related to artificial intelligence (AI), autonomous mobility, and shared mobility/transport, including the Dubai Sky pods. (Source: Trade Arabia)
- ADNOC Logistics & Services and Inpex Corp have signed an agreement to explore opportunities for LNG bunkering in the UAE as well as the potential to jointly expand LNG bunkering activities to cover other regions, including Southeast Asia. (Source: TheNational)
- Dubai-based Drake & Scull International (DSI UH) announced its appointment as the MEP contractor for Reem Mall, a new 2.8 mn sq. ft. retail project in Abu Dhabi. (Source: Arabian Business)

Coming Up

- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended November 30 (prior: 3.6mn barrels) will be announced today. (Source: Econoday)
- US jobless claims for the week ended December 1 (prior: 234K; consensus: 225K) will be announced today. (Source: Econoday)
- Change in China's CPI for November 2018 (prior: 0.2% M/M, 2.5% Y/Y) will be announced on December 8. (Source: Econoday)



Contacts

RESEARCH & ADVISORY

Research&Advisory@FransiCapital.com.sa

SAUDI FRANSI CAPITAL

Call Centre

800-125-9999

Website

www.sfc.sa

SAUDI FRANSI CAPITAL (CLOSED JOINT STOCK COMPANY OWNED BY BANQUE SAUDI FRANSI)

Licensed by the Capital Market Authority to conduct all securities business activities. license Number 11153-37

C.R. 1010231217 - Paid Up Capital 500,000,000 S.R.

Head Office: 8092 King Fahd Road - Riyadh 12313-3735 - Kingdom of Saudi Arabia

Mailing Address: P.O. Box 23454 - Riyadh 11426

Tel: +966 11 282 6666 - Fax: +966 11 282 6667

Disclaimer

The information in this report was prepared for the purpose of viewing public information only. This information was gathered in this report from various public sources believed to be reliable. Whilst all reasonable care has been taken to ensure that the facts, the forecasts, and expectations contained in this report are accurate. Saudi Fransi Capital makes no representations or warranties whatsoever as to the accuracy of the data and information provided and, in particular, Saudi Fransi Capital is not held responsible that the information in this report is complete or free from any error.

This report is not considered to be construed as, an offer or solicitation of an offer to buy or to sell any financial securities or adapt an investment or trading method. Saudi Fransi Capital accepts no liability whatsoever for any loss arising from any use of this report or its contents.

This report provides information of a general nature and is not intended to provide investment advice and does not take into account the reader's financial situation or any specific investment objectives which the reader may have. Before making any investment decision, the reader should seek an independent advice from his financial advisor due to the investment in such kind of securities may not be suitable for all.